

**Schedule
D-1**
(Rev. 1996)

STATE OF HAWAII — DEPARTMENT OF TAXATION
Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts Under
IRC Sections 179 and 280 F(b)(2))

1996

► To be filed with Form N-15, N-20, N-30, N-35, N-40, etc. — See Separate Instructions, Including Those Using N-11 or N-12

CAUTION: Do not confuse this schedule with the federal Schedule D-1.

Name(s) as shown on tax return

Social Security Number or Federal Employer I.D. No.

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty and Theft — Property Held More Than 1 Year

- Notes:**
- Use federal Form 4684 to report involuntary conversions from casualty and theft.
 - File federal Form 6198 if you are reporting a loss and have amounts invested in the activity for which you are not at risk. (See Instructions under "At-Risk Rules")
 - Complete federal Form 8582 before you complete Schedule D-1 if you are reporting a loss from a passive activity. (See Instructions under "Passive Loss Limitations")

| 1 Enter here the gross proceeds from the sale or exchange of real estate reported to you for 1996 on federal Form(s) 1099-S (or a substitute statement) that you will be including on line 2 (Column d), line 11 (Column d), or line 22. | | | | | | | 1 |
|--|-----------------------------------|-------------------------------|-----------------------|---|--|---|---------------------------------|
| (a) Description of property | (b) Date acquired (mo., day, yr.) | (c) Date sold (mo., day, yr.) | (d) Gross sales price | (e) Depreciation allowed (or allowable) since acquisition | (f) Cost or other basis, plus improvements and expense of sale | (g) LOSS (f) minus the sum of (d) and (e) | (h) GAIN (d) plus (e) minus (f) |
| 2 | | | | | | | |
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| | | | | | | | |
| 3 Gain, if any, from federal Form 4684, line 39 | | | | | | 3 | |
| 4 IRC section 1231 gain from installment sales from federal Form 6252, line 26 or 37 | | | | | | 4 | |
| 5 IRC section 1231 gain or (loss) from like-kind exchanges from federal Form 8824 | | | | | | 5 | |
| 6 Gain, if any, from Part III, line 34, from other than casualty and theft..... | | | | | | 6 | |
| 7 Add lines 2 through 6 in columns (g) and (h)..... | | | | | | 7 () | |
| 8 Combine columns (g) and (h) of line 7. Enter gain or (loss) here, and on the appropriate line as follows (<i>partnerships and S corporations see the Instructions for your line references</i>): | | | | | | 8 | |
| If line 8 is zero or a loss, enter the amount on line 12 below and skip lines 9 and 10. If line 8 is a gain and you did not have any prior year IRC section 1231 losses, or they were recaptured in an earlier year, enter the gain as a long-term capital gain on Schedule D for your return or on the Capital Gain/Loss Worksheet in the Instructions for Form N-12 and skip lines 9, 10, and 13, below. | | | | | | | |
| 9 Nonrecaptured net IRC section 1231 losses from prior years (see Instructions) | | | | | | 9 | |
| 10 Line 8 minus line 9. If zero or less, enter zero | | | | | | 10 | |
| If line 10 is zero, enter the amount from line 8 on line 13 below. If line 10 is more than zero, enter the amount from line 9 on line 13 below, and enter the amount from line 10 as a long-term capital gain on Schedule D for your return or on the Capital Gain/Loss Worksheet in the Instructions for Form N-12. (See specific Instructions for line 10.) | | | | | | | |

Part II Ordinary Gains and Losses

| | | | | | | | |
|--|--|--|--|--|--|---------------|--|
| 11 Ordinary gains and losses not included on lines 12 through 18 (include property held 1 year or less) | | | | | | | |
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| 12 Loss, if any, from line 8 | | | | | | 12 | |
| 13 Gain, if any, from line 8, or amount from line 9 if applicable | | | | | | 13 | |
| 14 Gain, if any, from Part III, line 33 | | | | | | 14 | |
| 15 Net gain or (loss) from federal Form 4684, lines 31 and 38a | | | | | | 15 | |
| 16 Ordinary gain from installment sales from federal Form 6252, line 25 or 36..... | | | | | | 16 | |
| 17 Ordinary gain or (loss) from like-kind exchanges from federal Form 8824 | | | | | | 17 | |
| 18 Recapture of IRC section 179 expense deduction for partners and S corporation shareholders from property dispositions by partnerships and S corporations. (see Instructions) | | | | | | 18 | |
| 19 Add lines 11 through 18 in columns (g) and (h) | | | | | | 19 () | |
| 20 Combine columns (g) and (h) of line 19. Enter gain or (loss) here, and on the appropriate line as follows: | | | | | | 20 | |
| a For all except individual returns: Enter the gain or (loss) from line 20, on the return being filed. (Form N-30, etc.) | | | | | | | |
| b For individual returns (N-12 or N-15), see below. Otherwise, see N-11 Instructions when using N-11 instead of N-12. | | | | | | | |
| (1) If the loss on line 12 includes a loss from federal Form 4684, line 35, column (b) (ii), enter that part of the loss here and Worksheet A-5 in the Instructions for Forms N-11/N-12 or on line 18 of Schedule A (Form N-15). Identify as from "Schedule D-1, line 20b(1)." | | | | | | 20b(1) | |
| (2) Redetermine the gain or (loss) on line 20, excluding the loss (if any) on line 20b(1). Enter here and on line 18 of Form N-12 or line 14 of Form N-15 | | | | | | 20b(2) | |

Part III Gain from Disposition of Property Under IRC Sections 1245, 1250, 1252, 1254, and 1255

| 21 (a) Description of IRC sections 1245, 1250, 1252, 1254, and 1255 property: | (b) Date acquired (mo., day, yr.) | (c) Date sold (mo., day, yr.) |
|---|--------------------------------------|----------------------------------|
| A | | |
| B | | |
| C | | |
| D | | |

| Relate lines 21A through 21D to these columns | | Property A | Property B | Property C | Property D |
|--|-----|------------|------------|------------|------------|
| 22 Gross sales price (Note: See line 1 before completing.) | 22 | | | | |
| 23 Cost or other basis plus expense of sale | 23 | | | | |
| 24 Depreciation (or depletion) allowed (or allowable) | 24 | | | | |
| 25 Adjusted basis, line 23 minus line 24 | 25 | | | | |
| 26 Total gain, line 22 minus line 25 | 26 | | | | |
| 27 If IRC section 1245 property: | | | | | |
| a Depreciation allowed (or allowable) after applicable date (see Instructions) | 27a | | | | |
| b Enter smaller of line 26 or 27a | 27b | | | | |
| 28 If IRC section 1250 property: (If straight line depreciation was used, enter zero on line 28i) | | | | | |
| a Additional depreciation after 12/31/76 (see Instructions) | 28a | | | | |
| b Applicable percentage times the smaller of line 26 or line 28a (see Instructions) | 28b | | | | |
| c Line 26 minus line 28a. If line 26 is not more than line 28a, skip lines 28d through 28h | 28c | | | | |
| d Additional depreciation after 12/31/74 and before 1/1/77 | 28d | | | | |
| e Applicable percentage times the smaller of line 28c or 28d (see Instructions) | 28e | | | | |
| f Line 28c minus line 28d. If line 28c is not more than line 28d, skip lines 28g and 28h | 28f | | | | |
| g Additional depreciation after 12/31/64 and before 1/1/75 | 28g | | | | |
| h Applicable percentage times the smaller of line 28f or 28g (see Instructions) | 28h | | | | |
| i Add line 28b, 28e, and 28h | 28i | | | | |
| 29 If IRC section 1252 property: Skip this section if you did not dispose of farm property or farmland, or if this form is completed by a partnership. | | | | | |
| a Soil, water and land clearing expenses made after 12/31/76 | 29a | | | | |
| b Line 29a times applicable percentage (see Instructions) | 29b | | | | |
| c Enter smaller of line 26 or 29b | 29c | | | | |
| 30 If IRC section 1254 property: | | | | | |
| a Intangible drilling and development costs deducted after 12/31/76 (see Instructions) | 30a | | | | |
| b Enter smaller of line 26 or 30a | 30b | | | | |
| 31 If IRC section 1255 property: | | | | | |
| a Applicable percentage of payments excluded from income under IRC section 126 (see Instructions) | 31a | | | | |
| b Enter smaller of line 26 or 31a | 31b | | | | |

Summary of Part III Gains (Complete Property columns A through D through line 31b before going on line 32.)

| | | |
|---|----|--|
| 32 Total gains for all properties (add columns A through D, line 26) | 32 | |
| 33 Add columns A through D, lines 27b, 28i, 29c, 30b, and 31b. Enter here and on Part II, line 14 | 33 | |
| 34 Line 32 minus line 33. Enter the portion from casualty and theft on federal Form 4684, line 33, and enter the portion from other than casualty and theft on Schedule D-1, Part I, line 6 | 34 | |

Part IV Recapture Amounts Under IRC Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less (See Instructions for Part IV.)

| | (a) Section 179 | (b) Section 280F(b)(2) |
|---|--------------------|---------------------------|
| 35 IRC section 179 expense deduction or depreciation allowable in prior years | 35 | |
| 36 Recomputed depreciation (see Instructions) | 36 | |
| 37 Recapture amount. (line 35 minus line 36) (see Instructions for where to report) | 37 | |